GOVERNMENT OF INDIA
LABOUR AND EMPLOYMENT
LOK SABHA

UNSTARRED QUESTION NO:2824
ANSWERED ON:19.03.2007
IMPACT ON UNEMPLOYMENT DUE TO MNCS
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Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:

(a) whether any study has been conducted or proposed to be conducted to assess the impact of entry of the Multi-National Companies (MNCs) on the unemployment problem so far;

(b) If so, the details thereof; and

(c) If not, the reasons therefor ?

Answer

MINISTER OF STATE (INDEPENDENT CHARGE) OF THE MINISTRY OF LABOUR AND EMPLOYMENT (SHRI OSCAR FERNANDES)

(a),(b)and(c) : No study/survey at all India level has been conducted by the Ministry of Labour and Employment to assess the impact of entry of Multi- National Companies (MNCs) on unemployment problem. However, due to globalization and economic liberalization, some employment opportunities in the older type of enterprises might have been reduced due to decline in efficiency, but at the same time new employment opportunities are being created in a number of new areas such as information technology, tourism, financial services, modern retailing, construction, etc. Employment opportunities in the country, on the whole, on usual status basis have gone up from around 374 million in 1993-94 to around 397 million in 1999-2000 and 459 million in 2004-05.